

① \$27 Fed.

② 23,151.96 annual

- 1500

- 1400

20,251.96 $\times 0.0226 = \frac{455.67}{52}$

= \$8.76 State

③ $27 + 8.76 = 35.76$

UNIT

$$④ \quad 1200 \times 24 = 28,800 \div 52 = 553.85/\text{wk}$$

$$\$20/\text{wk.} \times 52 = 1040 \div 24 = \$43.33$$

MATERIAL

$$⑤ \quad \begin{array}{r} 28,800 \\ - 3,000 \\ - 2,100 \\ \hline \end{array}$$

$$23,700 \times 0.032 = \frac{758.40}{24} = \$31.60$$

$$⑥ \quad 43.33 + 31.60 = \$74.93$$

① FICA?

- SS & medicare

- Federal Insurance Contributions Act

② 7.65% - FICA

* Employer must pay an = amount

③ SS - 6.2% - only on first \$84,900

④ Medicare - 1.45% - all earnings

⑤ SS tax
- retirement income (\$1066)
- disability

* Medicare
- provide health insurance
to people age 65+

⑥ $\text{Gross Pay} \times \text{tax rate}$

⑦ \$648

SS-6.2% med = 1.45%

$$\textcircled{a} \quad 648 \times 0.062 = \textcircled{\$40.18}$$

$$\textcircled{b} \quad 648 \times 0.0145 = \textcircled{\$9.40}$$

$$\textcircled{c} \quad 40.18 + 9.40 = \textcircled{\$49.58}$$

⑧ SS - 6.2%
Med - 1.45%

⑨ 6,223

$$SS - 6223 \times 0.062 = 385.83$$

$$Med - 6223 \times 0.0145 = 90.23$$

\$ 476.06

⑩ \$550/wk

a Fed = $\boxed{\$36}$

SS = $550 \times 0.062 = \boxed{34.10}$

Med = $550 \times 0.0145 = \boxed{7.98}$

b
$$\begin{array}{r} 550 \times 52 = 28,600 \\ - 3,000 \\ - 700 \\ \hline \end{array}$$

$24,900 \times 0.03 = 747 \div 52 =$

$\boxed{14.37}$

c $550 - 36 - 34.10 - 7.98 - 14.37 =$

$\boxed{\$457.55}$